

REFORE THE ARIZONA CORPORATION

1	per out in management of the contract of the c
2	KRISTIN K. MAYES Chairman Arizona Corporation Commission
3	GARY PIERCE DOCKETED
4	PAUL NEWMAN Commissioner JAN 2 6 2010
5	SANDRA D. KENNEDY Commissioner DOCKETED BY
6	BOB STUMP NR Commissioner
7	
8	IN THE MATTER OF THE APPLICATION) DOCKET NO. L-00000S-00-0101-00000 OF MESQUITE POWER LLC, OR THEIR (CASE NO. 101)
9	ASSIGNEES(S), IN CONFORMANCE
10	WITH THE REQUIREMENTS OF DECISION NO. 71476 ARIZONA REVISED STATUTES 40-360 ET
11	SEQ., FOR A CERTIFICATE OF
12	ENVIRONMENTAL COMPATIBILITY ORDER AMENDING AUTHORIZING CONSTRUCTION OF A PROJECTION OF A
12	NATURAL GAS-FIRED, COMBINED \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \
13	CYCLE GENERATING FACILITY (**)
14	("MESQUITE PROJECT") LOCATED) SOUTH OF ELLIOT ROAD, }
15	APPROXIMATELY ONE MILE EAST OF }
-	WINTERSBURG ROAD AND)
16	APPROXIMATELY 37 MILES WEST OF () THE PHOENIX METROPOLITAN AREA, ()
17	NEAR ARLINGTON IN MARICOPA
18	COUNTY, ARIZONA.
19	
20	Open Meeting
21	January 12 and 13, 2010 Phoenix, Arizona
22	BY THE COMMISSION:
23	Having considered the entire record herein and being fully advised in the premises, the
24	Arizona Corporation Commission ("Commission") finds, concludes, and orders that:
25	FINDINGS OF FACT
26	1. On December 5, 2000, the Commission issued Decision No. 63232 which granted a
27	Certificate of Environmental Compatibility ("CEC") to Mesquite Power LLC ("Mesquite").
28	

- 2. As part of the CEC, Mesquite was ordered to comply with several conditions, including the Condition Number 11 (ii): "Implement a comprehensive revegetation program designed to restore portions of the water property with plant communities similar to the adjacent desert lands".
- 3. On October 30, 2009, the Commission granted Mesquite a CEC for its "Solar Gen-Tie" application in Decision No. 71320.
- 4. On November 3, 2009, Mesquite filed a request under A.R.S. § 40-252 for amendment of its CEC granted in Decision No.63232 to allow for development of its solar project on portions of the "Water Property". Mesquite's request for amendment of Decision No. 63232 states that it is necessary to eliminate the revegetation requirement because it is incompatible with the installation and operation of photovoltaic solar panels on the portions of the "Water Property".
- 5. On November 30, 2009, Mesquite's request for amendment of its CEC was placed on a Commission Open Meeting agenda for consideration of whether to reopen Decision No. 63232 pursuant to A.R.S. § 40-252. The Commission voted to grant Mesquite's request to reopen Decision No. 63232 to consider amending Mesquite's CEC concerning the revegetation condition in its CEC.
- 6. Commission Staff ("Staff") recommends that the Commission grant Mesquite's request to amend Decision No. 63232 by modifying CEC Condition Number 11 (ii) for revegetation because the requirement is incompatible with the installation and generation of photovoltaic panels for portions of the water property utilized as solar energy facilities.
- 7. Staff recommends that CEC Condition Number 11 (ii) be modified by the following new language shown in bold.
 - (ii) Implementation of a comprehensive revegetation program designed to restore portions of the water property with plant communities similar to the adjacent desert lands. The comprehensive revegetation program shall not be applicable to those portions of the water property utilized as solar energy facilities and Applicant may modify the comprehensive revegetation program accordingly.

1

4

5

6

7 8

9

11

10

12

13

1415

16

17

18

19

20

21

22

2324

25

26

27

28

8. The Commission finds that Staff's proposed amendment of CEC Condition Number 11 (ii) should be adopted because the revegetation requirement is incompatible with the installation and generation of photovoltaic panels for the portions of the water property utilized as solar energy facilities.

CONCLUSIONS OF LAW

1. The Commission has jurisdiction over the subject matter of Mesquite's CEC and its request to amend Decision No. 63232 pursuant to ARS § 40-252.

2. Notice and an opportunity to be heard have been provided to the interested parties. It is in the public interest to amend Decision No. 63232 to modify CEC Condition Number 11 (ii) for revegetation because the requirement is incompatible with the installation and generation of photovoltaic panels for the portions of the water property utilized as solar energy facilities.

.

...

...

. . .

. . .

• • •

|| || . . .

...

...

. . .

Decision No. 71476

ORDER

IT IS THEREFORE ORDERED that Decision No. 63232 is amended to modify CEC Condition Number 11 (ii) concerning revegetation to remove the requirement for the portions of the water property utilized as solar energy facilities because the requirement is incompatible with the installation and operation of photovoltaic solar panels.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION

CHARMAN COMMISSIONER

COMMISSIONER

IN WITNESS WHEREOF, I, ERNEST G. JOHNSON, Executive Director of the Arizona Corporation Commission, have hereunto, set my hand and caused the official seal of this Commission to be affixed at the Capitol, in the City of Phoenix, this 20 day of January, 2010.

ERNEST G. JOHNSON EXECUTIVE DIRECTOR

DISSENT:

DISSENT:

EGJ:KDB:lhm\JMA

Decision No. <u>71476</u>

28

SERVICE LIST FOR: MESQUITE POWER, LLC 1 L-00000S-00-0101-00000 DOCKET NO.: 2 3 Mr. Steven A. Hirsch Mr. Andrew D. Gleason 4 Bryan Cave, LLP Two North Central Avenue, Suite 2200 Phoenix, Arizona 85004-4406 6 Mr. Steven M. Olea 7 Director, Utilities Division Arizona Corporation Commission 8 1200 West Washington Street 9 Phoenix, Arizona 85007 10 Ms. Janice M. Alward Chief, Legal Division 11 Arizona Corporation Commission 1200 West Washington Street 12 Phoenix, Arizona 85007 13 14 15 16 17 18 19 20 21 22 23 24 25 26

Decision No. 71476